

# WEEK OF STOCK MARKET OF KAZAKHSTAN

September 19 - 25

Money market indicators as of September 25 and weekly changes

Term	Currency	Rate	Trend
<b>"Overnight" on autorepo at KASE(TONIA)</b>			
1 day	KZT	4.50	+0.06
<b>Repo opening at KASE (WA, % APR)</b>			
1 day	KZT	4.51	+0.07
14 days	KZT	5.23	+0.03
<b>KIBOR (indicative, % APR)</b>			
1 week	KZT	8.00	+1.17
2 weeks	KZT	9.00	+1.08
1 month	KZT	10.00	+1.00
2 months	KZT	11.00	+0.92
3 months	KZT	12.00	+1.08

Stock market indicators as of September 25 and their weekly change

Index	Value	Trend
<b>Shares of "A" listing</b>		
KASE_Shares	112.21	+0.09%
<b>Corporate bonds of "A" listing</b>		
KASE_BP	129.49	+0.80%
KASE_BC	107.84	+0.73%
KASE_BY	9.52	-2.78%
<b>Euronotes of Kazakhstan</b>		
KASE_EP	142.87	+0.19%
KASE_EC	115.60	+0.06%
KASE_EY	4.31	-1.82%

US dollar = **154.45** tenge at official rate for the end of the period  
 US dollar = **154.71** tenge at weighted average rate of the Exchange for the end of the period  
 Weekly rate of tenge devaluation at the Exchange's rate – negative 10.6%.

## THE CORPORATE SECURITIES (CS) MARKET

In CS purchase-sale sector a total of 18 deals amounting to **\$10,111.8 th** or KZT1,563.6m were made. In comparison with the previous period (28 deals, \$4,599.7 th. or KZT710.4m) volume of the sector increased 2.2 times as much. Deals were made by seven instruments five of which were bonds. Last week brokers were interested in fifteen securities, nine of which were bonds.

Results of the period show that CS market is gradually changing as the maturity date of Kazakhstan euronotes of the second issue comes nearer. The complex of events, which is connected with that date, makes market participants restructure their portfolios.

The major event at KASE was coming to the trade of euronotes of Kazkommerts International B.V. of the second issue (see below). Precisely these securities became favorites of the market. 87.5% of the turnover and one third of conducted deals fell to their share. Demand was high. This allowed the seller to pull down the yield of notes for a purchaser from 10.26% to 8.78% APR within three trade days. Though the last deal, which was characterized by high price, was direct. Yield of euronotes on market deals fell at the stock exchange to 9.38% APR. Mainly pension assets management companies acted as purchasers of KKGBe3.

Trade in other securities was passive. The only thing that should be noted is that KZTKb1, the yield of which did not change in the result of three conducted transactions, and VITAb3, which regularly, but in small volumes were traded at the stock exchange lately. This week VITAb3 were distinguished themselves with the growth of

Investment attractiveness of stock exchange instruments from September 19 to September 25

Financial instrument	Currency of transaction	Yield, %	APR trend
<b>Instruments denominated in national currency, tenge</b>			
TXBNb1	KZT	15.00	0
CS repo	KZT	*10.56	+1.01
MEOKAM, MEAKAM	KZT	9.05	+0.07
MEKKAM, notes	KZT	*5.58	+0.19
GS repo	KZT	*4.31	-0.03
<b>Instruments indexed by devaluation</b>			
SMGZb1	USD	13.36	0
ALKSb2	USD	11.89	+0.01
ASFIb2	USD	10.96	-0.01
KZASb1	USD	10.80	-0.02
TEBNb2	USD	10.78	-0.02
VTBNb1	USD	10.52	-0.55
CCBNb1	USD	10.51	+2.10
BTASb2	USD	10.36	0
BTASb1	USD	10.27	0
ASFIb1	USD	10.02	-0.03
CSBNb1	USD	10.00	0
CCBNb2	USD	9.95	+0.04
TEBNb	USD	9.61	-0.48
ATFBb2	USD	9.28	0
RGBRb2	USD	9.00	-1.83
BRKZb1	USD	8.64	0
KZTKb1	USD	8.53	+0.03
SYRGb1	USD	8.48	-0.02
HSBKb	USD	8.12	-0.04
HSBKb2	USD	8.12	-0.04
ALBNb1	USD	8.09	-0.01
KARMB1	USD	8.05	-2.92
TMJLb2	USD	7.74	-0.26
VKU036.002	USD	7.55	-0.16
ARU060.003	USD	6.59	0
VKU036.001	USD	6.29	0
KZTOb	USD	5.71	-2.19
ASU036.003	USD	5.52	-0.02
ARU024.002	USD	2.97	-0.05
<b>Instruments, denominated in foreign currency</b>			
KKGBe3	USD	9.90	-
KKGBe2	USD	9.20	0
BTASe1	USD	8.20	-0.93
KZTOe1	USD	7.63	-0.71
ENU02.10	USD	6.04	-
ENU07.05	USD	4.64	-0.21
ENU04.10	USD	3.52	-0.02
Supranational bonds	DEM	3.48	-0.07
Supranational bonds	USD	1.04	-0.04

The yields at which the deals have been made are calculated as average of the deals, for other corporate bonds – as average of sale quotations. Trends are given relative to previous week. Securities marked by an asterisk are the instruments with less than a year circulation term (for them effective weighted average rate is given).

yield for a purchaser from 9.88% to 14.00% APR. Yield of CCBN1 on individual transactions fell from 10.69% to 10.51% APR, SMGZb1 – did not change (13.36% APR).

General growth of bonds' prices, which was caused by increased demand, caused the further and quickening falling of stock exchange's index KASE\_BY. On the last day of the period the index came to a new historic minimum – 9.52% APR, and, evidently, this is not the limit. As the results of asking brokers by REUTERS agency show, their forecasts concerning the yield of traded and expecting instruments are not optimistic.

Another "record" of the stock exchange is capitalization of corporate bonds market, which was never so high and reached by the end of the period **\$893.7m**, increased within the week by \$156.9m mainly due to including of euronotes of Kazkommerts International B.V into trade lists.

There is calm at shares market after some animation, though all the deals were made by the main trade method of KASE. This is unusual for last time. Price of CCBN increased within the week by 11.6%, UTMKp – by 5.0%. As the result capitalization of stock exchange's shares market as of September 25 was estimated by IRBIS at **\$1,438.9m** (KZT222.6bn) and increased within seven days by \$0.6m.

The tables show data on deals, bid and ask in CS purchase and sale sector and also decoding of trade codes.

**Results of the trades in shares on September 19 – September 25** (KZT per share, unless otherwise specified)

Issuer	Security code	Last price	Volume, shares	Volume, th USD	purchase	Sale
Almaty Kus OJSC	ALKS		0	0	23.84	47.57
Almaty Kus OJSC	ALKSp		0	0	13.93	26.25
Almaty Kus OJSC	ALKSp3		0	0	10.53	10.81
Altynalmas OJSC	ALMSp		0	0		*5,000.00
Astana-Finance OJSC	ASFI	1,014.96	0	0	600.00	1,200.00
AMB OJSC	ATFBp	834.35	0	0	556.41	1,050.26
Bank TuranAlem OJSC	BTAS	14,100.00	0	0	12,384.80	21,621.60
Bank CenterCredit OJSC	CCBN	*224.36	21,549	29.2	201.09	201.09
BANK CASPIAN OJSC	CSBN	170.00	0	0	105.00	210.00
BANK CASPIAN OJSC	CSBNp	170.00	0	0	105.00	210.00
Halyk Bank of Kazakhstan OJSC	HSBK	186.71	0	0	105.00	180.00
Halyk Bank of Kazakhstan OJSC	HSBKp	150.00	0	0	143.00	201.00
KAZKOMMERTSBANK OJSC	KKGB	*77.33	0	0	38.70	77.22
KAZKOMMERTSBANK OJSC	KKGBp	44.38	0	0	44.89	89.58
Corporation Kazakhmys OJSC	KZMS	13,878.90	0	0	9,267.00	18,532.80
Kazakhtelecom	KZTK	3,062.00	0	0	2,012.53	4,015.44
Kazakhtelecom	KZTKp	*3,160.08	0	0	1,857.72	3,000.00
TEMIRBANK OJSC	TEBN	1,001.50	0	0	505.00	1,000.00
TEMIRBANK OJSC	TEBNp		0	0	500.00	1,000.00
UKTMK OJSC	UTMK	*5,350.00	0	0	4,489.49	8,957.52
UKTMK OJSC	UTMKp	6,489.00	3,245	136.3	6,489.00	6,489.00
VALUT-TRANZIT BANK OJSC	VTBN	200.00	0	0	235.00	440.00
VALUT-TRANZIT BANK OJSC	VTBNp	402.00	0	0	265.00	475.00
Avtokombinat OJSC	Z ABTOKOMB		0	0		407.00
Akku JSC	Z AKKU		0	0		162.00
"SHMO" OJSC	Z CHMUNAI		0	0		735.00
Darbazinskiy karier OJSC	Z DARBKARER		0	0		150.00
Zhualynskaya PAK OJSC	Z JUALAVTO		0	0		435.00
Corporation Kazreklama OJSC	Z KAZREK		0	0	34.30	40.00
AIC Kommesk-omir OJSC	Z KOMESK		0	0		, 29,275.00
Rosa OJSC	Z ROSA		0	0	120.00	200.00
Sary-arkageologiya OJSC	Z SARIARGE0		0	0		100.00
Shardara-Astyk OJSC	Z SHARDAST		0	0		100.00
Uigentast-Astyk OJSC	Z UGENASTK		0	0		244.00
Zerde OJSC	ZERD	*1,404.00	0	0		*6.50
<b>TOTAL</b>	<b>35</b>		<b>24,794</b>	<b>165.5</b>		

**Results of the trades in bonds from September 19 – September 25** (% APR, unless otherwise specified)

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
DB Alfa-Bank OJSC	ALBNb1		0	12.1795	8.0953
Almaty Kus OJSC	ALKSb2	*12.0045	0	12.8681	11.8910
Astana-finance OJSC	ASFIb1	10.2394	0	10.9974	10.1084

Issuer	Bond code	On the last deal	Volume, th, USD	Purchase	Sale
Astana-finance OJSC	ASFib2		0	12.4956	10.9946
AMB OJSC	ATFBb2		0	9.7025	9.2814
Development Bank of Kazakhstan OJSC	BRKZb1	9.1076	0	9.7772	8.6350
Bank TuranAlem OJSC	BTASb1	10.8333	0	10.9026	10.2748
Bank TuranAlem OJSC	BTASb2	10.5036	0	10.8964	10.3643
TuranAlem Finance B.V.	BTASe1	9.1336	0	9.2765	8.5709
Bank CenterCredit OJSC	CCBNb1	10.5113	19.3	10.5113	10.5113
Bank CenterCredit OJSC	CCBNb2		0	10.5776	9.9655
BANK CASPIAN OJSC	CSBNb1	10.2069	0	11.0000	10.0000
Halyk Bank of Kazakhstan OJSC	HSBKb	11.0249	0	10.4953	8.1635
Halyk Bank of Kazakhstan OJSC	HSBKb2		0	9.8031	8.1671
Karazhanbasmunai OJSC	KARMb1	10.9679	0	12.7580	8.4029
KAZKOMMERTSBANK OJSC	KKGBe2		0	10.8022	9.2016
KAZKOMMERTS INTERNATIONAL B.V.	KKGBe3	*8.7797	8,847.6	*8.7797	10.2569
DAGOK Kustanaiasbest OJSC	KZASb1	12.5047	0	12.7736	10.8127
Kazakhtelecom	KZTKb1	8.5013	992.3	8.5013	8.8957
KazTransOil CJSC	KZTOb	7.9010	0	8.2793	6.2082
KazTransOil CJSC	KZTOe1	8.5717	0	8.3364	8.3371
RG BRANDS OJSC	RGBRb2	10.8311	0	11.0048	9.0042
SHAHARMUNAIGAS OJSC	SMGZb1	13.3627	22.6	13.3621	13.3627
SHNOS OJSC	SYRGb1	10.8001	0	9.9951	8.4977
TEMIRBANK OJSC	TEBNb	10.4876	0	10.4913	10.0885
TEMIRBANK OJSC	TEBNb2	10.9815	0	11.1973	10.8049
Kazakhstan Temir Joly NC CJSC	TMJLb2	8.0010	0	8.6995	7.8361
TEXAKABANK OJSC	TXBNb1	15.5000	0	17.0000	15.0000
VITA OJSC	VITAb3	14.0003	64.4	14.0003	14.0003
VALUT-TRANZIT BANK OJSC	VTBNb1	11.0719	0	13.0563	10.5431
<b>TOTAL</b>	<b>30</b>		<b>9,946.2</b>		

Notes: bid and offer prices are given for the period; if no deals were made during reporting period (volume =0), the last price of successful trades will be given; marked by a star are indicative quotations in Quotation trade system of KASE unlike the bids submitted in regular trade mode, or the price of direct deals and indicators calculated with its using.

In the repo sector on CS 7 deals were made in the total amount of **\$1,382.1 th.** (KZT213.6m). Of this number 1 deals (in the amount of \$11.0 th.) were repo opening and 6 deals (in the amount of \$1,371.1 th.) - repo closing. Last week volume of deals in this sector amounted to \$1,280.8 th. (KZT197.8m).

In all CS trade floors of KASE (including SBS sale sector and primary floatation) a total of 25 deals amounting to **\$11,493.8 th.** (KZT1,777.2m) were concluded within the analyzed period. Last period volume of 36 equaled to \$5,880.5 th. (KZT908.2m).

### Changes in KASE trade lists

On September 23 of 2002 by the decision of KASE Council dated September 20, 2002, coupon euronotes of **Kazkommerts International B.V.** (Rotterdam, Kingdom of Netherlands) of the second issue, which had been issued on the security of KAZKOMMERTSBANK OJSC (Almaty), were included into KASE official "A" listing category.

Type of securities – coupon notes. Type of debt – senior unsecured insubordinate guaranteed. Currency of issue and servicing is US dollar. ISIN – XS0146008171. Issue volume in issue currency – 150,000,000.00. Circulation starting date (date of issue) is May 8, 02. Circulation term is 5 years. Maturity date is May 8, 07. Interest rate equals to 10.125% APR. Date of interest rate payment is November 8 and May 08 of each year. Time basis at all settlements is 30/360. Term of register fixation while coupon payment at maturity is 15 days before payment day. Dates of register fixation for coupon payment are: October 23 and April 23 of each year. Date of register fixation at maturity is April 23 of 2007. Financial consultant and market-maker at KASE – Kazkommerts Securities OJSC (Almaty). Date of first trades at KASE is September 23, 02. KASE trade code – KKGBe3. Quotation accuracy at KASE is 4 decimal figures of the debt's clean price as percentage of its par value. Minimal volume of compulsory quotation is USD3,000 in nominal expression of the debt.

Notes were offered by Kazkommerts International B.V. (Rotterdam, Netherlands, 100% of the authorized capital belong to KAZKOMMERTSBANK OJSC) and guaranteed by KAZKOMMERTSBANK OJSC (the guarantee has been included into the Register of the National Bank of Kazakhstan on June 18 of 2002 under the number #8462). By the moment the securities have obtained ratings "Ba2" from Moody's, "B+" from S&P, "BB-" from Fitch. Yield of notes at primary floatation equaled to 10.375% APR (+590 basis points relative to synchronic bonds of US Treasury), price – 99.043% of the debt's face value. The notes have passed listing procedure at

the stock exchange of Luxemburg. They have been admitted to circulation on the territory of the Republic of Kazakhstan by permission of the National Bank of Kazakhstan dated August 8 of 2002, №20114/5009.

Managers of the issue – ABN AMRO Bank N.V., Morgan Europe Limited, Commerzbank Aktiengesellschaft, Raiffeisen Zentralbank Osterreich Aktiengesellschaft, Unit Credit Banca Mobiliare S.p.A and Kazkommerts Securities OJSC.

Trusty, payment agent, registrar, depository – JPMorgan Chase Bank (London, Great Britain) – protects interests of noteholders, receives all payments on notes from the issuer or guarantor (Bank) and distributes sums, which are to be paid, makes payments on notes and controls their conformance, registers global note and keeps books certificates given on notes. "Trust agreement" and "Agent agreement" with JPMorgan Chase Bank were signed on May 8 of 2002.

Notes and trust agreement are regulated in accordance with English legislation.

The notes are direct, general, unconditional and unsecured obligations of the issuer, which are ranked and will be ranked on equal basis among themselves and, leastways, on equal basis have the right for payment in comparison with other present of future insubordinate obligations of the issuer, excluding obligations, which may be preferred in accordance with applicable legislation.

The Guarantor (Bank) notes in the guarantee that it undoubtedly and irrevocably guarantees proper and timely payment of all sums, which are to be paid by the issuer relative to notes and trust agreement. Obligations of the guarantor, according to the guarantee, are direct, general, unconditional and uncovered obligations of the guarantor, which are ranked and will be ranked on equal basis among themselves and, leastways, on equal basis have the right for payment in comparison with other present of future insubordinate obligations of the issuer, excluding obligations, which may be preferred in accordance with applicable legislation. The guarantor assumes the obligation, which says that while any note is unredeemed, it will do nothing for liquidation or stoppage of the issuer's activity and will assist him in constant possession of enough means for satisfying of his obligations when the term of their redemption comes.

According to the trust agreement the issuer and the guarantor agreed with the fact that any claim, argument or disagreement, concerning the notes, are to be solved by presenting of written notification of the trusty to the issuer and/or the guarantor by arbitration in accordance with the rules of UNO Commission on international trade legislation. The place of arbitration conducting is Vienna (Austria), tyhe legal procedure is to be conducted in English. Appointing body – The President of Arbitrage of International trade chamber (Paris).

Payment of the main debt and the interest rate, which is to be received on notes on maturity date will be made by means of money transfer to account of a holder of note, which is noted in the register of securities holders. In case a noteholder has not such the registration account or the main sum of notes, which is in his possession, equals to less than USD250,000, the payment will be made by cheque in US dollars, which will be written for the bank in New York city and sent to the registered address of the noteholder by an uninsured post sending on the noteholder's risk. Interest payment (except recompense, which is to be paid during maturity), will be made by cheque in US dollars, which will be written for the bank in New York city and sent to the registered address of the noteholder (or the first person, which is in the list of collective holders).

A person (the first person given in the fist of collective holders), which has been registered in the register of securities holders fifteen days before the date of the corresponding payment, has the right to receive interest rate and the main debt concerning the notes.

According to the acting legislation of Kazakhstan all payments of the main sums and interest rate on notes to the persons, which are not residents of the Republic of Kazakhstan, and also incomes, which are received by them from usage, sale, exchange or transfer of notes, are not the subject of taxation in Kazakhstan. Interest payments by the Bank to the issuer for financing of the issuer's obligations are the subject of taxation at the source in Kazakhstan at the rate 10% in accordance with Kazakhstan-Netherlands agreement about avoiding of double taxation.

Means received by means of notes floatation will be given by the issuer as a loan for the Bank and will be used by the Bank in order to grant loans to Kazakhstan juridical entities and for other general corporate aims.

On the reason that securities of KAZKOMMERTSBANK OJSC pass listing procedure at KASE for the fifth time, characteristics of the issuer and his activity are not shown in this review. This data may be seen in Internet in <http://www.kase.kz/emitters/kkgb.asp>.

**Since September 23 of 2002** by the decision of Kazakhstan stock exchange's (KASE) Board of directors on the basis of stock exchange's Council dated September 20 of 02 **common inscribed and privileged inscribed shares of CLAscAS OJSC of the second issue** (Almaty) have been included into KASE official "B" listing category. At KASE shares of CLAscAS OJSC have obtained trade codes **CLAS** and **CLASp** correspondingly.

Quotation currency – KZ tenge. Quotation accuracy in KASE trade system is two decimal figures. Data about opening of trades in the shares at KASE will be announced later. More detailed information about the issuer and his securities will be placed in Internet at the address [www.kase.kz](http://www.kase.kz) in the nearest future.

## SECTOR OF GOVERNMENT SECURITIES (GS)

In **GS purchase and sale sector** of KASE (including euronotes of Kazakhstan) a total volume of 81 deals reached **KZT20,124.6m** (\$130,183.5 th.). Corresponding figure of the previous week is KZT6,463.2m (\$30.032.5th.).

Such the significant growth of the volume of deals was caused by several high-volume transactions of “hidden repo”, which were conducted during the week by two participants in purchase and sale sector. This caused significant deformation of turnover’s structure, but however it made almost no influence upon the market’s price characteristics. Besides, volume of the sector increased due to increase of the part of stock exchange’s deals at the whole Kazakhstan market (see below). This is explained by the fact that pension funds’ portfolios are the subject of the most significant restructuring now, and deals with participation of their assets may be conducted only at open organized market. There is one more factor, which work for expansion of the secondary GS market. Lately the Ministry of finance increased issue activity and this causes more active secondary redistribution of bonds.

As the whole, relative to previous week, the sector’s conjuncture did not undergo significant changes. The major tendency – gradual decrease of long securities’ yield – is till relevant. This was clearly seen during the trade in euronotes of Kazakhstan. The yield of the issue, which is the closest one to be redeemed, increases with minimal liquidity, yield of the third one remains without changes, and of the fourth one – significantly falls making the main impact upon the dynamics of index KASE\_EY (table in the beginning of the review). Insignificant interest of participants in middle and long MEKAM should also be noted. Traders are interested mainly in short domestic bonds with maturity term of up to two years. As a result, in most cases deals on these instruments are made with increasing of price and decrease of the yield for a purchaser.

### Parameters of Exchange’s transactions in GS from September 19 to September 25

(in parentheses are comparable figures of the previous period)

Days till maturity	Yield to maturity for a buyer, % APR.				Volume, Mln tenge discounted	Number of deals
	min	max	last deal	weighted average		
<b>Discounted (KZT): notes</b>	<b>8.8% (27.4%) of purchase and sale sector's turnover</b>					
Less than 8	2.73	4.16	2.73	3.71 (4.13)	53.7	3
8 - 14	4.10	4.55	4.10	4.41 (5.13)	72.4	2
15 - 28	4.49	5.80	4.95	5.02 (5.31)	320.7	9
29 - 36	5.17	5.17	5.17	5.17 (5.59)	4.0	1
37 - 42	5.65	5.65	5.65	5.65 ( - )	9.9	1
43 - 56	5.34	5.75	5.55	5.69 (5.50)	1,110.4	4
57 - 63	5.57	5.57	5.57	5.57 (5.61)	3.0	1
64 - 91	5.57	5.69	5.69	5.65 (5.77)	190.1	5
Total					1,764.2 (1,772.9)	26 (47)
<b>Coupon (KZT): MEOKAM-24, 36, 48, MEAKAM</b>	<b>15.9% (43.1%) of purchase and sale sector's turnover</b>					
less than 730	7.23	17.54	7.25	9.44 (9.27)	1,981.5	26
731 - 1095	7.80	8.30	7.99	8.04 ( - )	228.8	3
1826 - 2190	8.38	8.54	8.38	8.52 (8.42)	993.3	3
Total					3,203.7 (2,783.8)	32 (40)
<b>Euronotes of Kazakhstan (USD)</b>	<b>75.3% (29.5%) of purchase and sale sector's turnover</b>					
*7 - 8	5.53	6.16	6.16	6.04 ( - )	338.2	4
**744 - 749	3.44	3.56	3.46	3.52 (3.54)	7,061.1	8
***1666 - 1672	4.56	4.70	4.60	4.64 (4.85)	7,757.3	11
Total					15,156.7 (1,906.5)	23 (12)
<b>GRANDTOTAL</b>					<b>20,124.6 (6,463.2)</b>	<b>81 (99)</b>

Notes: for euronotes (\*\* – third issue, \*\*\* - fourth issue) volume of the deals are calculated at weighted average USD/KZT rate of Exchange.

In **GS repo-transactions sector** 265 deals were made for a total of **KZT60,728.0m** (including automatic repo sector) during the period. Of this number 124 deals (for KZT28,390.1m) were repo opening deals and 141 (amounting to KZT32,337.9m) were repo closing deals. Last period the volume of transactions of this type reached KZT51,355.6m. Increase of the turnover is explained by the growth of cost of the most expensive money. After closing of the trades on September 25 total amount of opened at KASE repo equaled to KZT13,125.9m. Parameters of automatic repo market are given in the table.

## Major parameters of automatic repo market from September 19 through September 25

(in parentheses – comparable figures of previous period)

Instrument (currency, term or repo)	Yield, % APR					Volume, M KZT	Number of deals	Portion, %
	at first Deal	MIN	MAX	at last deal	weighted average			
KZT_001	3.87	1.75	4.50	4.00	4.24 (4.10)	24,460.0	80	90.5 (67.1)
KZT_002	4.00	4.00	4.00	4.00	4.00 (3.44)	300.0	3	1.1 (0.8)
KZT_007	4.50	4.40	5.50	5.25	4.67 (4.83)	1,695.0	16	6.3 (21.3)
KZT_014	5.20	5.00	6.00	5.50	5.15 (5.23)	405.0	12	1.5 (8.5)
KZT_028	6.50	6.00	6.50	6.00	6.03 (6.50)	155.0	5	0.6 (0.1)
<b>TOTAL</b>						<b>27,015.0 (23,295.0)</b>	<b>116 (91)</b>	<b>100.0</b>

**Total of 346 deals were made at trade floors of KASE** amounting to **KZT80,852.6m** in GS on trade floors of KASE during the week (purchase-sale and repo sector). The previous period volume of 329 deals reached KZT57,818.8m. This week **the proportion of the Exchange's turnover** in total volume of deals on Kazakhstani secondary market for GS for comparable operations equaled **99.1%**, last week it was 92.3%.

## INFORMATION ON ISSUERS

**AMB OJSC** (Almaty) presented KASE auditor's report made by Arthur Andersen (Almaty), conducted on the bank's consolidated financial statement for 2001, which had been prepared in compliance with Kazakhstan accounting standards.

### Comparative indicators of economic and financial activity of ABM OJSC for 2001 according to Arthur Andersen's data

(in th. KZT, unless otherwise specified)

Indicator	2000	2001
Authorized capital (paid)	1,211,100	3,099,100
Shareholders' equity	1,791,276	4,250,911
Total assets	18,442,859	39,038,552
Sum of liquid assets	8,199,686	11,043,561
Loans to clients (net)	8,964,627	24,119,982
Total liabilities	15,907,589	34,076,210
Clients' funds	12,004,646	20,066,744
Banks' funds	2,541,682	12,282,998
Bonds issued	695,406	–
Subordinated debt	743,994	711,431
Total revenues	3,352,829	5,193,095
General expenses	2,986,240	4,414,792
Net income	366,589	778,303
<b>It's been calculated by the auditor's data:</b>		
Return on equity (ROE), %	20.47	18.31
Return on assets (ROA), %	1.99	1.99
Earnings per share (EPS), KZT	166,480.02	263.67
Book value of one share, KZT*	813,476.84	1,371.66

\* Such the great difference of book value of one share my the mentioned dates is explained by the following: book value of one share as of January 1, 01 has been calculated on the shares of first five issues, within the framework of which there were issued 2,202 only common shares with the face value of KZT550.0 th. each; book value of one share as of January 1, 02 has been calculated on the shares of the sixth issue (registered on May 22, 01 with simultaneous annulling of previous issues), within the framework of which there were issued 2,011,100 shares with the face value of KZT1,000.0 each, of them: 1,611,100 shares - common, 400,000 – privileged.

Audit of the bank's consolidated financial statement was conducted by Arthur Andersen in compliance with international accounting and auditing standards. The bank's consolidated financial statement for 2000 comprises financial statement of two subsidiary companies – Insurance company "ATF Police" CJSC (Almaty, market share – 100%, insurance activity) and ATF leasing LLP (Almaty, 91.0%, financial leasing), for 2001 – only the financial statement of Insurance company "ATF Police" CJSC. In the auditor's opinion, the consolidated financial statement exactly and for sure reflects the bank's financial situation as of December 31 of 2001, and also results of its financial and economic activity and cash flow within the year, which ended by December 31 of the year 2001 in compliance with international accounting standards.

**Kazakhtelecom** (Astana) provided KASE with the financial statement in the first quarter of 2002: the balance sheet, income statement and cash flow statement.

**Comparative indicators of economic and financial activity of Kazakhtelecom for the first quarter of 2002**

(in th. KZT, unless otherwise specified)

Indicator	As of	As of	Change,%
	Apr 01, 01	Apr 01, 02	
Authorized capital (paid)	12,136,529	9,483,893	-21.9
Shareholders' equity	37,117,031	40,901,870	+10.2
Total assets	61,805,948	71,592,776	+15.8
Net working capital	-2,428,565	-1,951,320	-19.7
Accounts receivable	7,153,760	8,817,728	+23.3
Total liabilities,	24,688,917	30,690,906	+24.3
Attracted credits	17,833,960	21,348,561	+19.7
Accounts payable	6,763,421	9,330,701	+38.0
Sales volume	10,114,529	12,552,928	+24.1
Cost of goods sold	5,442,761	7,394,762	+35.9
Net income for the period	2,969,547	2,728,569	-8.1
Book value of one share, tenge	3,058.29	3,611.23	+18.1

Relative to the first quarter of 2001 there is **increase of: shareholders' equity** - by KZT3.8bn as the result of increase of total sum of undistributed income by KZT8.1bn, reserve capital – KZT1.8bn whereas there took place decrease of additionally unpaid capital by KZT3.5bn and redemption of treasury privileged stocks for the amount of KZT2.7bn; **assets** - by KZT9.8bn that was caused by increase of residual value of fixed assets by KZT10.4bn, accounts receivable by KZT1.7bn, funds - by KZT1.1bn whereas there took place decrease of the volume of construction in progress - by KZT3.5bn; **liabilities** - by KZT6.0bn, of them: accounts payable - by KZT2.6bn, volume of attracted means (including bonds) - by KZT3.5bn whereas there took place decrease of incomes of future periods by KZT79.9m; **sales volume** – KZT2.4bn; **cost of goods sold** - by KZT2.0bn; **expenses of the period** - by KZT798.4m (by 60.6%). By the activity results for the first quarter of 2002 the **net income** of Kazakhtelecom OJSC decreased by KZT241.0m relative to corresponding period of 2001.

**Atyraumunaigasgeologiya OJSC** (AtMGG, Atyrau) provided KASE with the financial statement for 2001: the balance sheet and income statement.

**Comparative indicators of economic and financial activity of Atyraumunaigasgeologiya OJSC for 2001**

(in th. KZT, unless otherwise specified)

Indicator	As of	As of	Change,%
	Jan 01, 01	Jan 01, 02	
Authorized capital (paid)	140,819	140,819	+0.0
Shareholders' equity	119,751	122,220	+2.1
Total assets	346,467	312,079	-9.9
Net working capital	117,372	-38,751	-
Accounts receivable	107,431	37,421	-65.2
Total liabilities,	226,716	189,859	-16.3
Bonds issued	0	146,100	-
Accounts payable	198,609	28,759	-85.5
Credits	28,107	15,000	-46.6
Sales volume	446,680	627,442	+40.5
Cost of goods sold	411,439	590,874	+43.6
Net income	2,030	2,469	+21.6

**It's been calculated by issuer's data:**

Return on sales (ROS), %	7.89	5.83	-26.1
Return on equity (ROE), %	1.70	2.02	+19.2
Return on assets (ROA), %	0.59	0.79	+35.0

Relative to the first quarter of 2001 there are following changes: **shareholders' equity** increased by KZT2.5m as the result of increase of total sum of undistributed income by the same sum; **assets** decreased by KZT34.4m that was caused by decrease of accounts receivable by KZT70.5m whereas there took place increase of residual value of fixed assets by KZT26.3m; **liabilities** reduced by KZT36.9m, including: accounts payable - by KZT169.9m and volume of attracted credits - by KZT13.1m that was partially recompensed by bonds floatation in the amount of KZT146.1m; **sales volume** – by KZT180.8m; **cost of goods sold** - by KZT179.4m. By the activity results for 2001 **the net income** of AtMGG OJSC increased by KZT439.0 th. relative to corresponding period of 2001.

Besides, Atyraumunaigasgeologiya OJSC provided KASE with the financial statement for the first quarter of 2002: the balance sheet and income statement.

**Comparative indicators of economic and financial activity of Atyraumunaigasgeologiya OJSC for the first quarter of 2002**

(in th. KZT, unless otherwise specified)

Indicator	As of	As of	Change, %
	Apr 01, 01	Apr 01, 02	
Authorized capital (paid)	140,819	140,819	+0.0
Shareholders' equity	119,751	225,972	+88.7
Total assets	350,342	404,630	+15.5
Net working capital	112,575	66,192	-41.2
Accounts receivable	76,448	95,035	+24.3
Total liabilities,	230,591	178,658	+22.5
Bonds issued	50,000	146,100	+192.2
Accounts payable	176,091	32,558	-81.5
Sales volume	124,797	231,209	+85.3
Cost of goods sold	118,488	215,596	+82.0
Net income for the period	0	420	-

Relative to the first quarter of 2001 there is **increase of: shareholders' equity** - by KZT106.2m as the result of decrease of total sum of uncovered expenses by the same amount; **assets** - by KZT54.3m, including: inventories - by KZT40.8m, residual value of fixed assets - by KZT18.8m, accounts receivable - by KZT17.1m whereas there took place decrease of the volume of funds by KZT21.4m; **sales volume** – by KZT106.4m; **cost of goods sold** - by KZT97.1m; The company's **liabilities** in comparison with the first quarter of 2001 decreased by KZT51.9m as the result of reduction of accounts payable by KZT143.5m whereas there took place increase of the volume of floated bonds by 96.1m.

**Bank CenterCredit OJSC** (Almaty) provided KASE with the financial statement in the second quarter of 2002: the balance sheet and income statement.

**Comparative indicators of economic and financial activity of Bank CenterCredit OJSC for the second quarter of 2002**

(in th. KZT, unless otherwise specified)

Indicator	As of	As of	Change, %
	July 01, 01	July 01, 02	
Authorized capital (paid)	2,056,255	2,536,189	+23.3
Shareholders' equity	2,468,833	3,293,414	+33.4
Book value of assets	24,731,862	41,759,406	+68.8
Liquid assets	7,046,409	10,522,681	+49.3
Credits granted (net)	14,684,084	27,264,000	+85.7
Loans and deposits (including bonds)	21,723,091	37,587,621	+73.0
Issued shares	659,115	1,771,782	+168.8
Total liabilities	22,263,029	38,465,992	+72.8
General expenses	2,302,722	3,264,501	+41.8
Net income for the period	2,176,582	3,110,799	+42.9
Book value of one share, tenge	126,140	153,702	+21.9

Relative to similar period of quarter of 2001 there is **increase of: shareholders' equity** of the bank - by KZT824.6m as the result of increase of the paid part of authorized capital by KZT479.9m (full floatation of common shares of the second issue and partial – of the third issue), increase of total amount of net income (of previous years and of reporting period) – KZT344.1m, accumulations in funds and reserves of the bank - by KZT0.6m; **assets** - by KZT17.0m, including: net-volume of loan portfolio - by KZT12.6bn, sums on correspondent accounts - by KZT2.5bn (2 times), securities in the bank's portfolio - by KZT1.5bn, other assets - by KZT501.4m; **liabilities** - by KZT16.2bn, of them: deposits - by KZT10.7bn, attracted credits - by KZT3.1bn (2.9 times), offered bonds - by KZT1.1bn (2.7 times), on repo transactions – by 979.4m (2.8 times), other liabilities – by 338.4m; **revenues** – KZT961.8m (on loan operations – by 830.3m); **expenses** - by KZT934.2m (including: on clients' deposits – by 247.6m, on provisions – by 449.0m). **Net income** of Bank CenterCredit OJSC, received for the second quarter of 2002, exceeded net income for similar period of 2001 by KZT27.6m.

**Bayan-Sulu OJSC** (Kostanai) provided KASE with the financial statement in the Second quarter of 2002: the balance sheet and income statement.

**Comparative indicators of economic and financial activity of Bayan-Sulu OJSC for the second quarter of 2002**

(in th. KZT, unless otherwise specified)

Indicator	As of	As of	Change, %
	July 01, 01	July 01, 02	
Authorized capital (issued)	1,000,000	1,000,000	+0.0
Authorized capital (paid minus withdrawn)	553,172	548,936	-0.8



Indicator	As of	As of	Change, %
	July 01, 01	July 01, 02	
Shareholders' equity	580,500	605,816	+4.4
Total assets	854,653	898,803	+5.2
Net working capital	247,768	335,053	+35.2
Accounts receivable	296,707	356,360	+20.1
Total liabilities,	274,153	292,987	+6.9
Attracted credits	50,936	80,883	+58.8
Accounts payable	223,217	212,104	+5.0
Sales volume	550,980	720,707	+30.8
Cost of goods sold	492,385	621,228	+26.2
Net income for the period	8,903	10,398	+16.8
Book value of one share, tenge	157.41	165.54	+5.2

Relative to the first quarter of 2001 there is **increase of: shareholders' equity** of the company - by KZT25.3m as the result of increase of total sum of undistributed income by KZT25.4m; **assets** - by KZT44.2m, including: accounts receivable by KZT59.7m, inventories - by KZT40.8m and other assets - by KZT4.9m whereas there took place decrease of financial investments by 45.7m and residual value of fixed assets – by 15.5m; **liabilities** - by KZT18.8m, that was caused by increase of the volume of attracted credits by 29.9m whereas there took place reduction of accounts payable by 11.1m; **sales volume** – by KZT169.7m; **cost of goods sold** - by KZT128.8m. **Net income** received by Bayan-Sulu OJSC for 6 months of 2002 increased by KZT1.5m relative to similar period of 2001.

**TexaKaBank OJSC** (Almaty) provided KASE with the financial statement as of July 1 of 2002: the balance sheet, income statement and cash flow statement.

**Comparative indicators of economic and financial activity of TexaKaBank OJSC for the second quarter of 2002**

(in th. KZT, unless otherwise specified)

Indicator	As of	As of	Change, %
	July 01, 01	July 01, 02	
Authorized capital (paid)	526,220	641,500	+21.9
Shareholders' equity	1,076,959	1,180,427	+9.6
Total assets	4,813,315	7,932,851	+64.8
Liquid assets	1,168,858	1,678,280	+43.6
Credits granted (net)	2,714,578	4,936,762	+81.9
Total liabilities	3,740,823	6,752,424	+80.5
Loans and deposits (including bonds)	3,445,171	6,197,274	+79.9
Issued bonds	0	1,293,900	-
Total revenues	343,592	630,354	+83.5
General expenses	312,145	534,643	+71.3
Net income for the period	31,447	95,711	+204.4

\* shareholders' equity of TexaKaBank OJSC according to the data of balance sheet. The bank's shareholders' equity, which is calculated in accordance with the Rules "About prudential norms" of the National Bank of Kazakhstan, as of July 1 of 2002 equaled to KZT1,746,034 th.

Relative to the second quarter of 2001, according to the bank's data, there is **increase of: shareholders' equity** of the bank - by KZT103.5m as the result of increase of the paid part of authorized capital by KZT115.3m and reserve capital - by KZT59.5m, whereas there took place decrease of total amount of undistributed income by KZT71.3m; **assets** - by KZT3.1bn, including: net-volume of loan portfolio - by KZT2.2bn, securities in the bank's portfolio - by KZT520.7m, residual value of fixed assets – by 275.1m and other assets - by KZT101.6m; **liabilities** - by KZT3.0bn that was caused by increase of the volume of attracted deposits - by KZT1.9bn and floatation of issued bonds to the amount of 1.3bn whereas there took place decrease of the sum of other liabilities by 259.5m; **revenues** – by 286.8m; **expenses** - by 222.5m. **Net income** of TEXAKABANK OJSC, received by the results of the first six months of 2002 increased relative to similar period of 2001 by KZT64.3m.

Besides, TEXAKABANK OJSC informed KASE about annulling of the third and the fourth issues of the bank's common inscribed shares (in US dollars) and registration of the fifth shares issue (in KZ tenge). According to the documents presented to KASE on September 11 of 2002 the National Bank of Kazakhstan annulled **the third** (USD6.0m, which had been registered on December 18 of 1998 under the number A3708-2) and **the fourth** (USD1.0m, which had been registered on December 13 of 2000 under the number A3708-3) issues of common inscribed shares of TEXAKABANK OJSC. The issues have been annulled in accordance with the change of the issue structure (currency).

Besides on September 11 of 2002 the bank registered **the fifth** issue of the bank's common inscribed shares to the total amount of **KZT973,380,000** of **973,380 shares** in number with the face value of KZT1,000 each. The issue has been included into the State securities register under the number A3708-4. Shares of the fifth issue have obtained national identification number KZ1C37080013. Shares issue has been made in non-documentary

form.

**Halyk Bank of Kazakhstan OJSC** (Almaty) provided KASE with the financial statement in the first half year of 2002: the balance sheet and income statement.

**Comparative indicators of economic and financial activity of Halyk Bank of Kazakhstan OJSC for the second quarter of 2002**

(in th. KZT, unless otherwise specified)

Indicator	As of	As of	Change, %
	July 01, 01	July 01, 02	
Authorized capital (paid)	5,422,600	7,097,212	+30.9
Shareholders' equity	8,127,689	11,466,639	+41.1
Book value of assets	104,374,122	151,886,971	+45.5
Liquid assets	23,487,907	48,500,247	+106.5
Credits granted (net)	67,814,190	88,048,419	+29.8
Total liabilities	96,246,433	140,420,332	+45.9
Loans and deposits (including bonds)	91,030,231	132,715,747	+45.8
Issued bonds	2,344,000	4,496,140	+91.8
Total revenues	9,027,448	11,165,709	+23.7
General expenses	8,738,652	10,264,637	+17.5
Net income for the period	288,796	901,072	+212.0
Book value of one share, tenge	149.89	161.57	+7.8

Relative to similar period of 2001 there is **increase of: shareholders' equity** - by KZT3.3bn as the result of increase of paid part of authorized capital by KZT1.7bn (floatation of privileged shares of the sixth issue), total sum of undistributed income – by KZT715.1m, additional capital – by KZT837.3m, savings in funds and reserves - by KZT111.9m; **assets** - by KZT47.5bn, of them: net volume of loan portfolio - by KZT20.2bn, sums on correspondent accounts - by KZT12.8bn (3 times), securities in the bank's portfolio - by KZT10.1bn (1.9 times), other assets – by 4.4bn; **liabilities** - by KZT44.2bn, including: deposits placed in bank – by KZT29.2bn, attracted credits - by 14.0bn, offered bonds – by 2.2bn whereas there took place decrease of the volume of other liabilities by 1.2bn; **revenues** – by KZT2.1bn that was caused by increase of revenues on loan operations (by 2.3bn); **expenses** - by KZT1.5bn in accordance with increase of interest payments on deposits (by 964.5m) and expenses for personnel and office (by 659.2m). **Net income** received by Halyk Bank of Kazakhstan OJSC for 6 months of 2002 increased by KZT901.1m that is more by KZT612.3m (3.1 times) relative to similar period of 2001.

Besides, Halyk Bank of Kazakhstan OJSC (Almaty) informed that according to point 4 of the article 3 of the Law of Kazakhstan "about joint-stock companies" dated July 10 of 1998 the bank's shareholders in accordance with the preemptive right can purchase privileged shares of the seventh issue of Halyk Bank of Kazakhstan OJSC. The mentioned issue was registered by the National Bank of Kazakhstan on September 23 of 2002 under the number A3387-6 and consists of 20,000,000 common inscribed and 6,742,000 privileged shares without voting right with the face value of KZT100.00 each. Form of the issue is non-documentary. Halyk Bank of Kazakhstan also informs that:

- The ratio between issued again privileged shares of the seventh issue without voting right and privileged shares of Halyk Bank of Kazakhstan OJSC without voting right, which had been issued before, equals to 0.3746. Thus, a holder of one bank's share, which had been issued before, has the right to purchase 0.3746 privileged shares without voting right of the bank's seventh issue.
- Price of offering of one privileged share without voting right of the seventh issue among the bank's shareholders, in accordance with their preemptive right, equals to KZT150;
- Shareholders have the right to submit a bid for purchasing privileged shares without voting right of the seventh issue to the address: Almaty, 97, Rozibakiyev street, oblast and regional branches of the bank. Telephones: 8 (3272) 590260, 590599;
- term, within which shareholders have the right to purchase privileged shares without voting right of the seventh issue of Halyk Bank of Kazakhstan OJSC, is 15 calendar days since the date of this Proposition publication.

**KAZKOMMERTSBANK OJSC** (Almaty) informed KASE with the official letter about making a deal on purchasing of the packet of shares of shareholders-commercial Kirgizavtobank (SC Kirgizavtobank) in the volume of 144,704 shares with total face value of 73,352,000 som that is equivalent of 72.352% of its authorized capital.

**Almaty Kus OJSC** (Almaty oblast, Chapayev settlement) informed KASE today about the fact that the company made issue of promissory notes to the total amount of KZT300m. The promissory notes were issued for settlements with suppliers of raw stuff and mixed fodder. Securities face value – KZT1,000,000.00, KZT3,000,000.00 and KZT5,000,000.00. The company has already notified KASE about presenting of

documents to the National Bank of Kazakhstan in order to receive status of first-class issuer of promissory notes.

**KazTransOil CJSC** (Astana) presented KASE report for the first six months of the current year. According to the presented report in the first half year KazTransOil CJSC invested into the main production KZT5.2bn, set in exploitation production funds in the amount of KZT1.6bn. Total volume of oil transportation for the first six months of 2002 equaled to 14.4m tons (including 10.9 th. tons – for export) against 15.9m within similar period of 2001. According to the company's information decrease of volumes of oil transportation by the system of KazTransOil CJSC in the first six months of 2002 is caused by setting in exploitation of oil plant of Caspian Pipeline Consortium and derivation from the system of the company's oil-trunk pipelines of significant volumes of Tengiz oil. At the same time turnover of goods during the reporting period reached 11.8bn ton-kilometers that is more by 1.4bn than within similar period of 2001. Increase of goods turnover is explained by the company's policy of integration of oil-trunk pipeline systems of the Western, Eastern and Aktyubinsk branches between themselves. Besides it is marked in the report that in 2002 Atyrau department of water preparation and water supply of the western branch of KazTransOil CJSC were transmitted to the management of akimat of Atyrau city. Within 6 months of 2002 volume of supply by the company's system of water supply equaled to 6.7m cubic meters.

**VALYUT-TRANZIT BANK OJSC** (Karaganda) informed KASE about opening of two branches in Uralsk city (168, Furmanov street) and Atyrau city (6, Guryevskaya street), which are situated in West-Kazakhstan oblast.

Besides, VALYUT-TRANZIT BANK OJSC informed about the fact that by the decision of the bank's Board of directors Kayrat Kashenov has been appointed the acting deputy President of Valyut-Tranzit Bank OJSC, Gabiden Sanaubarov has been appointed acting deputy Presidents of Valyut-Tranzit Bank OJSC on juridical affairs.

**Bank CenterCredit OJSC** (Almaty) informed KASE about holding of absentee voting of shareholders concerning the question "Appointing of independent auditor of Bank CenterCredit OJSC". The date of making the list of shareholders, which have the right to participate in the absentee voting, is September 17 of 2002. Date of ending of bulletins presenting for the absentee voting is November 18 of 2002, date of bulletin presenting by a shareholder is the date of his registration by the bank. Way of bulletins delivery is registered letter. Calculation of votes will be made on November 19 of 2002 at the address: Almaty, Shevchenko street, 100, Bank CenterCredit OJSC.

**Temirbank OJSC** (Almaty) presented KASE documents, which certify about state registration of the bank's eleventh shares issue. According to the presented certificate about the state securities issue registration, the registration of the bank's eleventh shares issue has been made by the National Bank of Kazakhstan on September 17 of 2002. Volume of shares issue equals to KZT2.3bn with the announced authorized capital of KZT3.7bn. The issue has been divided into 2,300,000 common inscribed shares with face value of KZT1,000 each, and they have obtained national identification number KZ1C00260014. The issue has been included into the State securities register under the number A0026-10. The shares issue has been made in non-documentary form.

**International rating agency Moody's** informed on Friday that it can increase ratings of two large cities in Kazakhstan – capital Astana and and the center of oil industry Atyrau - from "Ba3" and "B1", correspondingly. The agency informed that possibility of reexamining of these ratings became real after rating of Kazakhstan on borrowings in foreign currency had been increased to "Baa3" c "Ba2". Moody's notes that the country's Government makes has the greatest influence upon the policy of authorities, including financial sphere.

International rating agency Moody's assigned ratings to Kazakhstan AM-bank - Ba3/NP on long-term, short-term deposits in foreign currency (positive outlook), D- on the level of financial stability (stable outlook). AM-bank is the fourth in Kazakhstan according to the size. The agency marked that giving of rating to AMB is caused by the bank's size, and stably good financial indicators, high quality of assets and competent work of the governing body. Besides, Moody's supposes that improvement of economic situation in Kazakhstan and high prices for raw stuff, including oil, may become the factors of AMB rating strengthening in the future. At the same time, Moody's pays attention on the fact that quick development of AMB at the moment may become a binding factor for AMB financial stability: the agency warns that mistakes made in this process are the factor of risk for the bank's financial situation.

## **KASE MEMBERS**

By the decision of Kazakhstan stock exchange's (KASE) Board of directors in accordance with KASE Council

dated September 20, 02, **Nurbank OJSC** (Atyrau) has been affiliated with KASE under “**K**” (right of participation in trades in governmental securities, which are traded at KASE) and “**P**” (right of participation in trades in corporate securities, which are included into KASE official listing category) categories **since September 23 of 2002**.

## **KASE NORMATIVE BASE**

**Since October 1 of 2002** changes in the internal document of Kazakhstan stock exchange (KASE) “**Stock exchange’s fees at securities market**”, which had been confirmed by general meeting of KASE members dated September 23 of 2002, were given effect. The changes have been coordinated with the National Bank of Kazakhstan on July 9 of 2002 and approved by KASE Council at conferences on May 20 and July 04 of the current year. There has been set a rule in the new document publication, in accordance with which participants of repo operations will pay commission fee to the stock exchange only once – from the deal of closing of this operation. Besides, KASE will refuse setting of minimal amount of the commission fee from deals in securities, on which Central depository of securities CJSC does not impose transaction commission fee. The changes, which have been made again, also envisage the single marking of the stock exchange all over the document’s text.

By the decision of general meeting of Kazakhstan stock exchange’s (KASE) members dated September 23 of 2003 **since October 1 of 2002** changes in the internal document of KASE “**Order of settlements conducting by the results of trades in securities**” (Order) were approved. The changes have been coordinated with the National Bank of Kazakhstan on August 9, with Central depository of securities CJSC on July 24 and approved by KASE Council on July 19 of the current year. The changes, which have been made in the Order, concerned names of trades methods. They have been unified with internal document of KASE “Description of methods of trades conducting” in the new Order publication.

By the decision of general meeting of Kazakhstan stock exchange’s (KASE) members dated September 23 of 2003 **since October 1 of 2002** changes in the internal document of KASE “**Rules of repo deals conducting**” were approved. The changes have been coordinated with the National Bank of Kazakhstan on September 13, with Central depository of securities CJSC on August 9 and approved by KASE Council on August 7 of the current year. In accordance with the new publication of rules, deals at automatic repo market can start by open trade method only.

## **KASE NEWS**

At the general meeting of Kazakhstan stock exchange’s members, which was held on September 23 of 2002, there was made the decision about conducting of an experiment, during which sizes of bids in GS and CS purchase and sale sectors, including eurobonds of Kazakhstan and also at automatic repo market will be changed. The experiment will be conducted **since October 1 till December 31 of 2002**. In this period the following sizes will be set.

- **On corporate and government bonds, face value in KZT**, minimal bid – KZT100,000 of the debt’s face value, higher than this sum – equal to KZT10,000 of the face value or bond’s face value.
- **On corporate and government bonds, face value in US dollars** – equal to USD100.
- **On eurobonds of Kazakhstan** – equal to USD1,000.
- **At automatic repo market** – equal to **KZT1,000,000**.

By the decision of Kazakhstan stock exchange’s (KASE) Board since **September 24 of 2002** inscribed coupon bonds of local executive body of **Astana city** of the second issue (KZZ2KY010026, KASE trade code – ASU012.002; \$100, \$6,203,100.00; September 22, 01 – September 20, 02, semi-annual coupon 8.50% APR) have been excluded from KASE trade list in accordance with ending of circulation term. According to the issuer’s data bonds were redeemed in time, face value of bonds has been redeemed by means of transfer of KZT958,068,795 (62,031 bonds at the rate of KZT154.45 per dollar of the debt) to holders. The sum of the last coupon payment equaled to KZT40,717,924. The bonds were admitted to circulation at KASE by the decision of the stock exchange’s Council on September 11 of 2001. Pension assets management companies and State accumulative pension fund CJSC (SAPF, Almaty) were permitted to purchase the securities at the expense of pension assets by resolution of the Board of the National Bank of Kazakhstan dated December 8 of 2001, #519 “About investing of pension assets into bonds of the local executive body of Astana city”. The issue was floated at KASE in full volume on September 20 of 2001 at face value with sevenfold prevalence of demand over offer.

At this 71.7% of the floated volume were purchased by banks' clients, 28.3% – by banks. At the second circulation at KASE ASU012.002 were used by traders exceptionally as pawn assets while conducting of repo-operations. A total of 4 deals were made at KASE (two on opening and two on closing) to the total amount of KZT1,075.2m (turnover – 71,474 bonds).

**Prepared by IRBIS agency**